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FISCAL IMPACT REPORT

ORIGINAL DATE 1/23/06

SPONSOR Varela LAST UPDATED _____ HB 7

SHORT TITLE General Appropriation Act of 2006 SB _____

ANALYST Fernandez

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY06	FY07		
	5,060,286.3	Recurring	General Fund
	2,174,261.7	Recurring	Other State Funds
	1,036,446.5	Recurring	Internal Ser- vice/Interagency Transfers
	4,294,235.9	Recurring	Federal Funds
173,174.8		Nonrecurring	General Fund
2,350.0		Recurring	General Fund
16,580.1		Nonrecurring	Other State Funds

(Parenthesis () Indicate Expenditure Decreases)

Conflicts with House Bill 2 and Duplicates Senate Bill 1

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of Bill

House Bill 7 represents the Legislative Finance Committee recommendation for funding the FY07 recurring operations of state government. It appropriates general fund, other state funds, internal service funds/interagency transfers and federal funds for the operation of state agencies, higher education and public school support. See the fiscal implications section of this report for the breakout of appropriations between recurring and nonrecurring funding sources.

1. Section 4, Fiscal Year 2007 Appropriations (pages 6 through 212). This section provides funding for state agencies, higher education and public school support.

2. Section 5 Special Appropriations (pages 212 through 218); Section 6, Supplemental and Deficiency Appropriations (pages 218 through 220); Section 7, Data Processing Appropriations (pages 221 through 222); and Section 8, Compensation Appropriations (pages 222 through 224).

- Section 5 appropriates money for expenditure in FY06 and FY07 for various special purposes.
- Section 6 appropriates money for expenditure in FY06 to make up shortfalls in FY05 and projected shortfalls in FY06.
- Section 7 appropriates money for expenditures in FY06 and FY07 for major information technology projects.
- Section 8 appropriates money for expenditure in FY07 for compensation as detailed in Attachment 1.

FISCAL IMPLICATIONS

The appropriations contained in this bill can be summarized as follows:

Agency	General Fund	Other State Funds	Internal Service Funds/InterAgency Trnsfrs	Federal Funds	Total
SECTION 4 FY07 Operating					
Recurring:					
Legislative	3,576.0	-	-	-	3,576.0
Judicial	166,286.7	15,302.2	9,646.7	4,655.7	195,891.3
General Control	155,097.0	304,477.1	683,096.5	20,721.5	1,163,392.1
Commerce & Industry	47,800.5	46,010.9	7,047.0	795.6	101,654.0
Agric., Enrgy & Ntrl Res	70,667.3	49,410.4	45,970.8	33,061.0	199,109.5
Health, Hospitals & Human Svcs	1,184,099.5	181,647.7	277,942.4	2,884,516.8	4,528,206.4
Public Safety	318,995.9	24,377.2	12,420.1	54,162.9	409,956.1
Transportation	-	409,529.6	-	381,848.6	791,378.2
Other Education	39,787.2	14,910.2	-	41,277.4	95,974.8
Higher Education	725,299.0	1,127,746.4	323.0	504,872.9	2,358,241.3
Public School Support	2,273,033.9	850.0	-	368,323.5	2,642,207.4
Total Sec 4 Recurring	\$ 4,984,643.0	\$ 2,174,261.7	\$ 1,036,446.5	\$ 4,294,235.9	\$ 12,489,587.1
Recurring: Section 8					
Higher Education Compensation	39,956.7	-	-	-	39,956.7
Compensation	35,686.6	-	-	-	35,686.6
	\$ 75,643.3	\$ -	\$ -	\$ -	\$ 75,643.3
TOTAL RECURRING	\$ 5,060,286.3	\$ 2,174,261.7	\$ 1,036,446.5	\$ 4,294,235.9	\$ 12,565,230.4
Recurring: Section 5					
Specials	2,350.0	-	-	-	2,350.0
Total Recurring	2,350.0	\$ -	\$ -	\$ -	\$ 2,350.0
Nonrecurring: Sections 5, 6, and 7					
Specials	154,862.4	1,500.0	-	-	156,362.4
Supplemental & Deficiency	18,312.4	4,132.1	-	-	22,444.5
Data Processing	-	10,948.0	-	-	10,948.0
Total Nonrecurring	\$ 173,174.8	16,580.1	-	-	\$ 189,754.9

Unless otherwise indicated, appropriations from the general fund revert to the general fund at the end of FY07. Exceptions included higher education institutions and the Public Education Department.

SIGNIFICANT ISSUES

General fund operating appropriations for legislative agencies are contained in House Bill 1, the Feed Bill.

Supplemental budget adjustment authority for FY06 or budget adjustment authority for FY07, usually included in the General Appropriation Act, is not included in this introduced version. It is expected that such authority will be included in future substitutes or amendments of this bill.

CONFLICT, DUPLICATION

House Bill 7 duplicates Senate Bill 1 and conflicts with House Bill 2. House Bill 2 represents the Executive's recommendations for funding operations of state government.

CTF/yr

Attachment

Public Employee Compensation FY07

	1% Total Cost	General Fund Share	1% General Fund Cost	LFC Proposed Increase	LFC General Fund Impact
STATE AGENCIES					
Legislative:					
Legislative employees	100,426	100.0%	100,426	5.0	502,130
Judicial:					
Justices and judges	140,144	100.0%	140,144	5.0	700,720
Judicial employees	631,172	100.0%	631,172	5.0	3,155,860
Magistrate judges	50,423	100.0%	50,423	5.0	252,115
Magistrate employees			-		
District attorneys	16,391	100.0%	16,391	5.0	81,955
District attorney employees	427,284	100.0%	427,284	5.0	2,136,420
Total Judicial	1,265,414		1,265,414		6,327,070
Executive:					
Executive classified:					
Union technical occupation groups	5,114,358	54.0%	2,761,753	5.0	13,808,767
Nonunion technical occupation groups	1,981,925	54.0%	1,070,240	5.0	5,351,198
Managers	1,342,585	54.0%	724,996	5.0	3,624,980
Motor transportation officers	64,820	20.0%	12,964	5.0	64,820
Special investigation officers	18,262	100.0%	18,262	5.0	91,310
Subtotal executive classified	8,521,950		4,588,215		22,941,074
Executive nonclassified:					
Executive exempt	477,489	68.8%	328,512	5.0	1,642,562
Executive Exempt Teachers:					
Children, Youth and Families	34,473	68.8%	23,717	4.5	106,728
Commission for the Blind	-	68.8%	-	4.5	-
Department of Health	5,038	68.8%	3,466	4.5	15,598
Corrections Department	51,386	68.8%	35,354	4.5	159,091
3rd tier raise to 45k					9,206
Executive exempt teachers	90,897	68.8%	62,537		290,623
State police	319,953	88.0%	281,559	5.0	1,407,793
Subtotal executive nonclassified	888,339		672,608		3,340,978
Total Executive	9,410,289		5,260,823		26,282,052
Total State Agencies	<u>10,776,129</u>		<u>6,626,663</u>		<u>33,111,252</u>
PUBLIC SCHOOLS					
Teachers	11,169,544	100.0%	11,169,544	4.5	50,262,948
Other instructional staff	1,929,696	100.0%	1,929,696	4.5	8,683,632
EA's in classroom	749,826	100.0%	749,826	4.5	3,374,217
Principals	832,861	100.0%	832,861	4.5	3,747,875
All other school employees	2,976,107	100.0%	2,976,107	4.5	13,392,482
Transportation employees	415,283	100.0%	415,283	4.5	1,868,774
Total Direct Compensation Public Schools	<u>18,073,317</u>		<u>18,073,317</u>		<u>81,329,927</u>
HIGHER EDUCATION					
Faculty	3,166,800	100.0%	3,166,800	4.5	14,250,600
Staff (includes ABE)	4,444,000	100.0%	4,444,000	4.5	19,998,000
Total Higher Education	<u>7,610,800</u>		<u>7,610,800</u>		<u>34,248,600</u>
TOTAL DIRECT COMPENSATION ALL PUBLIC EMPLOYEES					
	<u>36,460,246</u>		<u>32,310,780</u>		<u>148,689,779</u>

SPECIAL DIRECT COMPENSATION RECOMMENDATIONS (SECTION 8)					
Judges And Justices				2.4	336,346
Magistrates				2.4	121,015
Motor Transportation Officers (DPS)				5.0	64,820
Special Investigation Officers (DPS)				5.0	91,310
State Police Officers (DPS)				5.0	1,407,793
Probation and Parole Officers (Corrections)				3.0	423,065
Librarians, Librarian Assts, Librarian Techs (Cultural Affiars)				3.0	56,672
Dispatchers (DPS)				3.0	74,231
Total Special Compensation Recommendation					2,575,252
SPECIAL EDUCATION COMPENSATION RECOMMENDATIONS (SECTION 4)					
Teacher 3rd tier raise to 45k (Public Ed)				0.0	7,496,901
EA (Public Ed)				5.0	3,749,130
Total Special Education Compensation Recommendation					11,246,031
SPECIAL BENEFITS RECOMMENDATIONS (SECTION 4)					
Executive Exempt Teachers					
ERB (% of direct pay) 2007				0.75	46,903
ERB (% of direct pay) 2008 advance				0.75	46,903
					93,806
Public Education Benefit Adjustment					
ERB (% of direct pay) 2007				0.75	13,554,988
ERB (% of direct pay) 2008 advance				0.75	13,554,988
Subtotal Public Schools benefits					27,109,976
Higher Education Benefit Adjustment					
ERB (% of direct pay) 2007				0.75	5,708,100
ERB (% of direct pay) 2008 accelerated				0.75	5,708,100
Subtotal higher Education Benefits					11,416,200
Total Special Benefits Recommendation					38,619,981
TOTAL COMPENSATION RECOMMENDATION (direct and indirect)					201,131,043